

INCOMING TELEGRAM

Department of State

CSD MELLEW

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Action

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Classification

Control:

2625

Rec'd:

March 4, 1961

3:08 a.m.

E FROM: Djakarta
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Info TO: Secretary of State
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BFAC NO: 2515, March 3, 5 p.m.
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COM DEPTTEL 1345
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TRSY Notes dated March 2. Copies being airpouched.
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JONES

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STATE

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NAME OF OFFICER		DATE OF ACTION		DIRECTIONS TO RM/R	
OFFICE SYMBOL					

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Authority NND 949570
By NARA Date 8/4/00

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THE FOREIGN SERVICE
OF THE
UNITED STATES OF AMERICA

RM/R-
File
(4)

American Embassy,
Djakarta, Indonesia,
March 3, 1961.

Assistant Legal Adviser for
Treaty Affairs,
Department of State,
Washington 25, D. C.

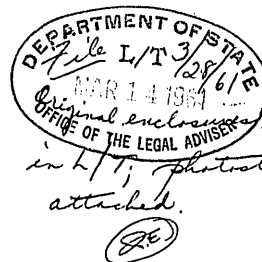
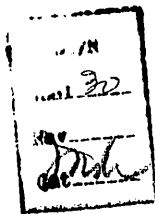
Dear Sir:

On March 2, 1961 there was an exchange of notes between our Government and the Government of the Republic of Indonesia amending the Public Law 480 agreement signed with Indonesia on November 5, 1960. A certified copy of the Embassy's Note No. 628 and the signed original of the Note No. 221/61/S from the Government of the Republic of Indonesia are forwarded to you with this letter.

Very truly yours,

John W. Henderson
John W. Henderson
Deputy Chief of Mission

Enclosures: as stated.



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By CP NARA Date 8/4/00

**THE FOREIGN SERVICE
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UNITED STATES OF AMERICA**

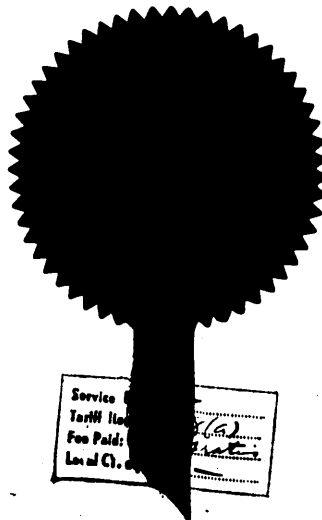
REPUBLIC OF INDONESIA
ISLAND OF JAVA
CITY OF DJAKARTA
EMBASSY OF THE UNITED STATES
OF AMERICA

SS:

I, Dorothy V. Broussard, Consul of the United States of America at Djakarta, Java, Indonesia, duly commissioned and qualified, do hereby certify that the annexed copy of note No. 628, dated March 2, 1961, from the Ambassador of the United States of America to the Secretary General of the Department of Foreign Affairs of the Republic of Indonesia, is a true and correct copy of the original, the same having been carefully examined by me and found to agree word for word and figure for figure.

IN WITNESS WHEREOF I have hereunto set my hand and caused the seal of the Embassy of the United States of America at Djakarta, Java, Indonesia, to be affixed this third day of March, 1961.

Dorothy V. Broussard
Dorothy V. Broussard
Consul of the United States of America
at Djakarta, Java, Indonesia.



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Authority NND 949570
By CP NARA Date 8/4/00

No. 628

Djakarta, March 2, 1961.

Excellency:

I have the honor to refer to the Agricultural Commodities Agreement entered into by our two Governments on November 5, 1960 and to the accompanying exchange of notes, and, in response to the request of the Government of the Republic of Indonesia to propose that this Agreement be supplemented as follows:

1. To provide for additional financing by the Government of the United States of America of the following commodity and ocean transportation:

<u>Commodity</u>	<u>Export Market Value</u>
Rice	\$ 3,100,000
Ocean transportation (Est.)	<u>600,000</u>
Total	\$ 3,700,000

2. To provide that Indonesian rupiah accruing to the Government of the United States of America as a consequence of sales made pursuant to this supplementary Agreement will be used by the Government of the United States of America as follows:

(a) For loans to be made by the Export-Import Bank of Washington under subsection 104(e) of the Agricultural Trade Development and Assistance Act, as amended, (hereinafter referred to as the Act) and for administrative expenses of the Export-Import Bank of Washington in the Republic of Indonesia incident thereto, the Indonesian rupiah equivalent of \$185,000. This increases the total amount indicated in paragraph 1 of Article II of the Agreement to the Indonesian rupiah equivalent of \$985,000.

(b) For a

His Excellency

R. Sumito Sasumaidjaja,
Secretary General,
Department of Foreign Affairs,
Djakarta.

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By GP NARA Date 8/4/00

(b) For a loan to the Government of the Republic of Indonesia under subsection 104(g) of the Act, the Indonesian rupiah equivalent of \$1,387,500. This increases the total amount indicated in paragraph 2 of Article II of the Agreement to the Indonesian rupiah equivalent of \$7,387,500.

(c) For a grant to the Government of the Republic of Indonesia under subsection 104(e) of the Act, the Indonesian rupiah equivalent of \$1,387,500. This increases the total amount indicated in paragraph 3 of Article II to the Indonesian rupiah equivalent of \$7,387,500.

(d) For payment of United States expenditures in the Republic of Indonesia under subsections (a), (b), (f), and (h) through (r) of Section 104 of the Act, or under any of such subsections and for other mutually agreed uses under Section 104 of the Act, the Indonesian rupiah equivalent of \$740,000. This increases the total amount indicated in paragraph 4 of Article II of the Agreement to the Indonesian rupiah equivalent of \$3,940,000.

It is understood that in the event the total of Indonesian rupiah accruing to the Government of the United States of America as a consequence of sales made pursuant to the Agreement and this supplement is less than the Indonesian rupiah equivalent of \$19,700,000, the amount available for expenditures under subsection 104(g) loans and subsection 104(e) grants to the Government of the Republic of Indonesia will be reduced by an equivalent amount and proportionately between 104(g) loans and 104(e) grants; to the extent that the total exceeds the rupiah equivalent of \$19,700,000, 20 percent of the excess will be available for the use of the Government of United States of America, 75 percent for loans and grants to Government of the Republic of Indonesia under subsections 104(g) and 104(e), and 5 percent for loans under subsection 104(e).

3. In order that the delivery of rice under this supplementary Agreement not unduly disrupt world prices of agricultural commodities, or impair trade relations among friendly nations, the Government of the Republic of Indonesia shall import during United States calendar year 1961 with its own foreign exchange resources 450,000

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resources 650,000 metric tons of rice from free world sources. This quantity shall be purchased in addition to those quantities to be obtained pursuant to this supplementary agreement. Prior to signing any supplementary agreements to be entered into between our two Governments under the Act involving delivery of rice during United States calendar 1961 the figure on commercial purchases will be re-examined on the basis of the Indonesia supply position and other factors at that time.

4. It is further understood that in the notes of November 5, 1960, relating to the conversion of the Indonesian rupiah into other currencies "\$320,000" is deleted and "\$394,000" is substituted therefor.

5. Application for purchase authorizations will be made within 90 calendar days of the effective date of this supplementary Agreement.

6. Except as otherwise provided herein, the pertinent provisions of the Agreement of November 5, 1960 and the accompanying exchanges of notes shall apply to this supplementary Agreement.

I have the honor to propose that this note and Your Excellency's reply concurring therein shall constitute an Agreement between our two Governments on this matter to enter into force on the date of Your Excellency's note in reply.

Accept, Excellency, the renewed assurances of my highest consideration.

Howard P. Jones

Howard P. Jones
Ambassador Extraordinary
and Plenipotentiary

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Authority AND 949570
By GP NARA Date 8/4/00



Djakarta, March 2, 1961.-

DEPARTMENT OF FOREIGN AFFAIRS
REPUBLIC OF INDONESIA

No. 221/61/S

Excellency,

I have the honour to acknowledge receipt of your Excellency's note No. 628 dated March 2, 1961, which reads as follows :

"I have the honour to refer to the Agricultural Commodities Agreement entered into by our two Governments on November 5, 1960 and to the accompanying exchange of notes, and, in response to the request of the Government of the Republic of Indonesia to propose that this Agreement be supplemented as follows:

1. To provide for additional financing by the Government of the United States of America of the following commodity and ocean transportation :

<u>Commodity</u>	<u>Export Market Value</u>
Rice	\$ 3,100,000
Ocean transportation (Est.)	600,000
Total	\$ 3,700,000

2. To provide that Indonesian rupiah accruing to the Government of the United States of America as a consequence of sales made pursuant to this supplementary Agreement will be used by the Government of the United States of America as follows :

(a) For loans to be made by the Export-Import Bank of Washington under subsection 104 (e) of the Agricultural Trade Development and Assistance Act, as amended, (hereinafter referred to as the Act) and for administrative expenses of the Export-Import Bank of Washington in the Republic of Indonesia incident thereto, the Indonesian rupiah equivalent of \$ 185,000. This increases the total amount indicated in paragraph 1 of Article II of the Agreement of the Agreement to the Indonesian rupiah equivalent of \$ 985,000.

(b) For a loan to the Government of the Republic of Indonesia under subsection 104 (g) of the Act, the Indonesian rupiah equivalent of \$ 1,387,5000. This increases the total amount indicated in paragraph 2 of Article II of the Agreement to the Indonesian rupiah equivalent of \$ 7,387,5000.

(c) For a grant to the Government of the Republic of Indonesia under subsection 104 (e) of the Act, the Indonesian rupiah equivalent of \$ 1,387,500. This increases the total amount indicated in paragraph 3 of Article II to the Indonesian rupiah equivalent of \$ 7,387,500.

His Excellency
Howard P. Jones
Ambassador Extraordinary
and Plenipotentiary of the United States of America
D j a k a r t a.

EMBASSY OF THE
UNITED STATES OF AMERICA

MAR 3 1961

DJAKARTA, INDONESIA

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By CD NARA Date 8/4/00



DEPARTMENT OF FOREIGN AFFAIRS
REPUBLIC OF INDONESIA

(d) For payment of United States expenditures in the Republic of Indonesia under subsections (a), (b), (f), and (h) through (r) of Section 104 of the Act, or under any of such subsections and for other mutually agreed uses under Section 104 of the Act, the Indonesian rupiah equivalent of \$740,000. This increases the total amount indicated in paragraph 4 of Article II of the Agreement to the Indonesian rupiah equivalent of \$3,940,000.

It is understood that in the event the total of Indonesian rupiah accruing to the Government of the United States of America as a consequence of sales made pursuant to the Agreement and this supplement is less than the Indonesian rupiah equivalent of \$19,700,000, the amount available for expenditures under subsection 104(g) loans and subsection 104(e) grants to the Government of the Republic of Indonesia will be reduced by an equivalent amount and proportionately between 104(g) loans and 104(e) grants; to the extent that the total exceeds the rupiah equivalent of \$19,700,000, 20 percent of the excess will be available for the use of the Government of United States of America, 75 percent for loans and grants to Government of the Republic of Indonesia under subsections 104(g) and 104(e), and 5 percent for loans under subsection 104(e).

3. In order that the delivery of rice under this supplementary Agreement not unduly disrupt world prices of agricultural commodities, or impair trade relations among friendly nations, the Government of the Republic of Indonesia shall import during United States calendar year 1961 with its own foreign exchange resources 650,000 metric tons of rice from free world sources. This quantity shall be purchased in addition to those quantities to be obtained pursuant to this supplementary agreement. Prior to signing any supplementary agreements to be entered into between our two Governments under the Act involving delivery of rice during United States Calendar 1961 the figure on commercial purchases will be re-examined on the basis of the Indonesia supply position and other factors at that time.

4. It is further understood that in the notes of November 5, 1960, relating to the conversion of the Indonesian rupiah into other currencies "\$320,000" is deleted and "\$394,000" is substituted therefor.

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DEPARTMENT OF FOREIGN AFFAIRS
REPUBLIC OF INDONESIA

5. Application for purchase authorizations will be made within 90 calendar days of the effective date of this supplementary Agreement.

6. Except as otherwise provided herein, the pertinent provisions of the Agreement of November 5, 1960 and the accompanying exchanges of notes shall apply to this supplementary Agreement."

I have the honour to confirm the understandings stated in Your Excellency's Note, on behalf of my Government.

I avail myself of this opportunity to renew to Your Excellency the assurance of my highest consideration.


R. Soewito Kusumowidagdo
Secretary General
Department of Foreign Affairs.

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By GP NARA Date 8/4/00

INCOMING TELEGRAM

Department of State

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Action

Control: 5565

FE

Rec'd: MARCH 8, 1961
8:44 PM

Info

FROM: DJAKARTA

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TO: Secretary of State

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NO: 2553, MARCH 8; 4 PM

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USIA

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GOI INFORMED SUBSTANCE LAST SENTENCE REFTEL. CHIEF FONOFF ECON DIRECTORATE EXPRESSED GREAT PLEASURE AND HOPES FOR FAVORABLE RESPONSE ON MULTI-YEAR PROGRAM ALREADY SUBMITTED. FIRM GOI THREE-YEAR REQUEST (EMBTLS 1572 AND 2439) TOTALS \$70.6 MILLION FOR CY 1961, \$83.9 MILLION FOR CY 1962 AND \$98.5 MILLION FOR CY 1963. OCEAN TRANSPORTATION NOT INCLUDED. POSSIBILITY EXISTS THAT TOBACCO MAY BE ADDED.

WILLINGNESS NEGOTIATE MULTI-YEAR PROGRAM ESPECIALLY TIMELY COMING ON HEELS 30,000 TON RICE SUPPLEMENTAL AND PRIOR SUKARNO VISIT US. EMBASSY HOPEFUL EXCELLENT REACTION THIS DEVELOPMENT WILL SOON BE BOLSTERED BY ARRIVAL NEGOTIATING INSTRUCTIONS.

JONES

HC

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By GPO NARA Date 8/4/00

INCOMING TELEGRAM

Department of State

3-13-61

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Action

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Control: 7312

Rec'd: March 11, 1961

3:02 a.m.

FE

FROM: Djakarta

Info

SS

TO: Secretary of State

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NEA

NO: 2577, March 10, 2 p.m.

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Embassy telegram 2553.

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CY 1963 request should read \$88.5 million.

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JUN 12 1961

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